



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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April 3, 2001

TO: Minerals File

FROM: D. Wayne Hedberg, Permit Supervisor *DWH*

RE: Documentation of April 3, 2001 Conference Call, Assessment Review & Status of Closure & Reclamation Activities, North Lily Mining Company, Tintic Project, M/023/007, Juab County, Utah

Date of Call/Meeting: April 3, 2001

Location: Division Offices

Time of Call/Meeting: 9:30 - 10:50a.m.

Participants: Steve Flechner & Gene Webb - North Lily Mining Company; Bob Bayer - JBR;
Larry Mize - DWQ; Wayne Hedberg, and Doug Jensen - DOGM

Purpose of Call/Meeting: The purpose of this conference call was to document the progress that has been made at the Tintic Project site since our last conference call on March 19, 2001.

On April 3, 2001, a conference call was held between the representatives identified above to discuss the status of ongoing closure and reclamation activities at the Tintic Project site. The discussion focused on activities that had been performed since our last conference call. A summary of the discussion items are detailed below:

- Larry Mize explained the status of his agencies review of the latest design plans for the leach field system. He indicated that a draft letter had been prepared with some minor editorial/clarification comments and a requirement to file an inventory form for the UIC program as a Class V Well. This letter will hopefully be finalized later this week.
- Bob said he would try and meet with Walt onsite later this week to discuss the next steps to be pursued to move the construction of the leach field along. He said they would order the system materials next, while they await final go ahead from DWQ.
- Bob confirmed that the new pump had been purchased and installed at the site. The evaporation misting system is now functional in the ponds and is bringing the solution inventory down. He also said that the flow rate from the heap has stayed constant. Bob will speak with Jim and Elwin about getting the latest flow measurement summary sheets up to us.

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- Gene said that he has spoken with Bill Riley about storing the boxed and palletized records at the site. Bob will contact Walt and Elwin to make arrangements to make this happen. Gene said that the diesel tanks had also been sold and that Elwin indicated that they could be gone by end of this week.
- Gene also said they were following up on some of the salvage bids they had received and that Chief had expressed some interest as well and would be out there today looking over the facilities and equipment.
- Wayne asked Bob the status of the application/permit from the Division of Solid and Hazardous Waste to use the barren pond for demolition debris. Bob said little progress had been made in locating the approved reclamation and closure plan for the ponds. He is certain that the sediments in the ponds are Bevil exempt beneficiation wastes. Larry felt this issue could be separated from the proposed use to dispose of demolition debris. Bob said he would send a letter to DSHW later this week explaining the proposed use and seek their approval for same.
- Bob said he would be taking water samples later this week when he meets Walt onsite. He will sample the draindown solution from the heap at the flume outflow.
- We discussed and established a number of revised dates to the Reclamation and Closure Schedule. Wayne agreed to revise the schedule dates and send a new version to all parties.
- Wayne confirmed the next scheduled conference call for April 17th, at 9:30 a.m.
The AT&T conference call dial in #: (888) 232-0370; Participant Code # : 414075

jb

Attachment: revised reclamation task schedule

cc: Steve Flechner, NLMC
Bob Bayer, JBR
Dennis Frederick , DWQ
Mary Ann Wright, DOGM

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Exhibit A - Stipulation and Consent Order
North Lily Mining Company - M/023/007

Reclamation and Closure Plan Schedule NORTH LILY MINING COMPANY Silver City, Utah Heap Leach Facility <i>(Revised 4/4/01)</i>			
	Component	Start Date	Anticipated Completion Date
1.	All reclamation/closure work to be completed except for facilities/features required for post closure monitoring (or post closure fluid management system).		December 31
2.	Construct Post-Closure Fluid Management System	4/10/01	4/30/01
Assessment Review & Schedule Readjustment (Conf. Call)			January 23/01
3.	Inventory and Dispose of Salvageable, Recyclable, and Unusable Materials 2.1 Inventory 2.2 Disposal	July 10, 2000 July 30, 2000	3/30/01 DONE?
Onsite Mill Building Materials Inventory (JBR/OGM/DWQ)			February 1/01
4.	Acquire permit from Division of Solid and Hazardous Waste for use of barren pond for construction waste.	4/12/01	4/30/01
Assessment Review & Schedule Readjustment (Conf. Call)			February 6/01
Assessment Review & Schedule Readjustment (Conf. Call)			February 20/01
Assessment Review & Schedule Readjustment (Conf. Call)			March 6/01
5.	Relocating the electrical mcc.		3/16/01
6.	Install sump pump and temporary piping for fluid management system	3/16/01	4/30/01
Assessment Review & Schedule Readjustment (Conf. Call)			March 19/01
7.	Removal of all saleable or salvageable equipment and materials from process building in preparation of the demolition of this building.	4/1/01	4/23/01
8.	Dismantling and removal of the process building.	4/1/01	4/30/01
9.	Removal of LP gas tank, water tank and electrical support for office trailer, prepare trailer for removal.	4/1/01	5/11/01

Assessment Review & Schedule Readjustment (Conf. Call)			<i>April 3/01</i>
10.	Place debris in barren pond and close.	4/12/01	5/22/01
11.	Disposal of steel tanks (including caustic tank) and all saleable equipment, if the equipment cannot be sold in a timely manner it should be removed to an off-site storage yard.	4/15/01	5/1/01
Assessment Review & Schedule Readjustment (Conf. Call)			<i>April 17/01</i>
12.	Installation of sediment sump near pad margin and connect to existing fluid management system.	4/19/01	5/15/01
13.	Installation of collection system and piping to facilitate change-over to gravity feed system for fluid management system.	4/30/01	5/18/01
14.	Move trailer to area outside of areas to be reclaimed (if it is still needed for personnel support) otherwise remove trailer from site.	4/30/01	5/25/01
Assessment Review & Schedule Readjustment (Conf. Call)			<i>May 1/01</i>
15.	Regrading & recontouring of Pregnant, Barren and Overflow ponds, mill site and any other disturbed areas within the project area.	5/1/01	5/29/01
16.	Shutdown and remove pumping system from the pregnant pond.	5/7/01	5/18/01
17.	Removal of the electrical mcc.	5/14/01	5/21/01
Assessment Review & Schedule Readjustment (Conf. Call)			<i>May 15/01</i>
18.	Demolition and removal of the generator/oil storage shed.	5/1/01	5/4/01 COMPLETE
Assessment Review & Schedule Readjustment (Conf. Call)			<i>May 29/01</i>
Assessment Review & Schedule Readjustment (Conf. Call)			<i>June 12/01</i>
On-site Review			<i>June 26/01</i>
19.	Ripping, composted manure application, seeding	10/29/01	11/09/01

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